

AMENDMENT OF SOLICITATION/MODIFICATION OF CONTRACT				1. Contract ID Code Firm-Fixed-Price		Page 1 Of 10	
2. Amendment/Modification No. P00007		3. Effective Date 2004OCT29		4. Requisition/Purchase Req No. SEE SCHEDULE		5. Project No. (If applicable)	
6. Issued By TACOM WARREN AMSTA-LC-CJE TOD MILLER (586)574-8895 WARREN, MICHIGAN 48397-5000 HTTP://CONTRACTING.TACOM.ARMY.MIL EMAIL: MILLERT@TACOM.ARMY.MIL		Code W56HZV		7. Administered By (If other than Item 6) SUPSHIP PASCAGOULA 1000 LITTON ACCESS RD. BLDG 221, P.O. BOX 7003 PASCAGOULA, MS 39568-7003 SCD C PAS NONE ADP PT HQ0338		Code N62795	
8. Name And Address Of Contractor (No., Street, City, County, State and Zip Code) VT HALTER MARINE, INC 14055 SEAWAY RD GULFPORT, MS. 39503-4610 TYPE BUSINESS: Large Business Performing in U.S.				<input type="checkbox"/>		9A. Amendment Of Solicitation No.	
				<input type="checkbox"/>		9B. Dated (See Item 11)	
				<input checked="" type="checkbox"/>		10A. Modification Of Contract/Order No. DAAE07-01-C-T018	
Code 3BJ86 Facility Code				<input type="checkbox"/>		10B. Dated (See Item 13) 2001MAY25	
11. THIS ITEM ONLY APPLIES TO AMENDMENTS OF SOLICITATIONS							
<input type="checkbox"/> The above numbered solicitation is amended as set forth in item 14. The hour and date specified for receipt of Offers <input type="checkbox"/> is extended, <input type="checkbox"/> is not extended. Offers must acknowledge receipt of this amendment prior to the hour and date specified in the solicitation or as amended by one of the following methods: (a) By completing items 8 and 15, and returning _____ copies of the amendments: (b) By acknowledging receipt of this amendment on each copy of the offer submitted; or (c) By separate letter or telegram which includes a reference to the solicitation and amendment numbers. FAILURE OF YOUR ACKNOWLEDGMENT TO BE RECEIVED AT THE PLACE DESIGNATED FOR THE RECEIPT OF OFFERS PRIOR TO THE HOUR AND DATE SPECIFIED MAY RESULT IN REJECTION OF YOUR OFFER. If by virtue of this amendment you desire to change an offer already submitted, such change may be made by telegram or letter, provided each telegram or letter makes reference to the solicitation and this amendment, and is received prior to the opening hour and date specified.							
12. Accounting And Appropriation Data (If required) ACRN: AB NET DECREASE: -\$842,814.00							
13. THIS ITEM ONLY APPLIES TO MODIFICATIONS OF CONTRACTS/ORDERS It Modifies The Contract/Order No. As Described In Item 14.							
KIND MOD CODE: 8							
<input type="checkbox"/> A. This Change Order is Issued Pursuant To: The Changes Set Forth In Item 14 Are Made In The Contract/Order No. In Item 10A.							
<input type="checkbox"/> B. The Above Numbered Contract/Order Is Modified To Reflect The Administrative Changes (such as changes in paying office, appropriation data, etc.) Set Forth In Item 14, Pursuant To The Authority of FAR 43.103(b).							
<input type="checkbox"/> C. This Supplemental Agreement Is Entered Into Pursuant To Authority Of:							
<input checked="" type="checkbox"/> D. Other (Specify type of modification and authority) PARTIAL TERMINATION FOR DEFAULT							
E. IMPORTANT: Contractor <input checked="" type="checkbox"/> is not, <input type="checkbox"/> is required to sign this document and return _____ copies to the Issuing Office.							
14. Description Of Amendment/Modification (Organized by UCF section headings, including solicitation/contract subject matter where feasible.) SEE SECOND PAGE FOR DESCRIPTION							
Contract Expiration Date: 2005DEC31							
Except as provided herein, all terms and conditions of the document referenced in item 9A or 10A, as heretofore changed, remains unchanged and in full force and effect.							
15A. Name And Title Of Signer (Type or print)				16A. Name And Title Of Contracting Officer (Type or print) TOD MILLER MILLERT@TACOM.ARMY.MIL (586)574-8895			
15B. Contractor/Offeror (Signature of person authorized to sign)		15C. Date Signed		16B. United States Of America By _____ /SIGNED/ (Signature of Contracting Officer)		16C. Date Signed 2004OCT29	
NSN 7540-01-152-8070 PREVIOUS EDITIONS UNUSABLE				30-105-02 STANDARD FORM 30 (REV. 10-83) Prescribed by GSA FAR (48 CFR) 53.243			

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	PIIN/SIIN DAAE07-01-C-T018	MOD/AMD P00007	
Name of Offeror or Contractor: VT HALTER MARINE, INC			

SECTION A - SUPPLEMENTAL INFORMATION

1) The purpose of this Modification P00007 is to partially Terminate For Default the LOGISTICS MANAGEMENT INFORMATION (LMI)requirements under CLIN 0036AA of Contract DAAE07-01-C-T018. The Government's letter dated 24 Sep 04, notifying you of this partial termination is hereby incorporated by reference.

The portion of the contract which is terminated for default include the following:

ELIN	CDRL	Title	CLIN PRICE
C008	LOG-001	Maintenance Allocation Chart (MAC)	\$ 97,976
C009	LOG-002	Short Form Provisioning Parts List (SFPPL)	54,431
C010	LOG-003	Design Change Notice (DCN)	26,797
C011	LOG-004	Interim Support Items List (ISIL)	26,797
C012	LOG-005	Provisioning and Other Preprocurement Screening Data	31,702
C013	LOG-006	Engineering Data for Provisioning (EDFP)	108,863
C014	LOG-007	Basic Issue Items List (BIIL)	26,797
C015	LOG-008	Component of End Item List (COEIL)	26,797
C016	LOG-009	On-Board Spares List (OBSL)	54,431
C017	LOG-010	Expendable and Durable Items List (EDIL)	26,797
C018	LOG-011	Long Lead Time Item (LITI)	26,797
C019	LOG 012	Short Form Provisioning Parts List (SFPPL) Changes Only	NSP
C020	PUB-001	Operator Manual, TM 55-1915-XXX-10	52,254
C021	PUB-002	Unit, DS and GS Maintenance Manual	52,254
C022	PUB-003	Repair Parts Special Tools List (RPSTL)	52,254
C023	PUB-004	Commercial Off-the-Shelf (COTS) Manual	100,489
C024	PUB-005	Shipboard Damage Control Manual	52,254
C025	PUB-006	Operator Manual, TM 55-1915-XXX-10 Changes Only	NSP
C026	PUB-007	Unit, DS and GS Maintenance Manual Changes Only	NSP
C027	PUB-008	Repair Parts Special Tools List (RPSTL)Changes Only	NSP
C028	PUB-009	Commercial Off-the-Shelf (COTS) Manual Changes Only	NSP
C029	TMDE-001	Test, Measurement and Diagnostic Equipment (TMDE)	13,064
C030	LD-001	Logistics Demonstration (LD) Plan	16,078
C031	LD-002	Logistics Demonstration (LD) Report	24,118
C032	LD-003	Systems Support Package Components (SSPCL)	<u>24,118</u>
Total			\$842,814

2) The basis for this default termination, as iterated in the referenced document above, is your inability to deliver the Logistics Management Information (LMI) portion of the contract detailed above. Your default has prevented the Government from taking delivery of LSV-7, and LSV-8 due to Army material release requirements, as discussed in provision I-103 of the contract. Accordingly, you will be responsible for all preservation and protection of the vessels until the Government has reprocured the terminated CDRLs, and VTHMI has fulfilled its remaining non-hardware effort.

3) This is the final decision of the Contracting Officer. You may appeal this decision to the agency Board of Contract Appeals. If you decide to appeal, you must, within 90 days from the date you receive this decision, mail or otherwise furnish written notice to the agency Board of Contract Appeals and provide a copy to the Contracting Officer from whose decision this appeal is taken. The notice shall indicate that an appeal is intended, reference this decision, and identify the contract by number. With regard to appeals to the agency board of contract appeals, you may, solely at your election, proceed under the boards small claim procedure for claims of \$50,000 or less or its accelerated procedure for claims of \$100,000 or less. Instead of appealing to the agency board of contract appeals, you may bring an action directly in the United States Court of Federal Claims (except as provided in the Contract Disputes Act of 1978, 41 U.S.C.603, regarding Maritime Contracts) within 12 months of the date you receive this decision.

4) The value of the LMI CDRLS terminated for default is \$842,814.00, and your company has been issued a demand letter for the overpayment of \$475,419.00.

5) As a result of this action, CLIN 0036AA is revised in its entirety, and decreased by \$842,814.00 from \$1,231,224.00 to \$388,410.00.

6) The reprocured LMI shall be provided as Government Furnished Information (GFI), and Section C, Paragraphs C.5.9 to C.5.12 are revised as set forth in this modification.

7) Section J, Attachment 002 - LMI for Provisioning, Attachment 003- LMI Data Products Work Sheet, Exhibit E - Logistics CDRLs, Exhibit F - Publication CDRLs, Exhibit G - TMDE CDRLs and and Exhibit H - Logistics Demonstration CDRLs are deleted in their entirety as a

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result of this modification.

8) As a result of this action, the value of the contract is decreased by \$842,814.00 from \$52,617,025.00 to \$51,774,211.00.

9) All other contract terms remain unchanged, and in full force and effect.

12) Please note that Modification P00006 to the contract will not be issued.

*** END OF NARRATIVE A 008 ***

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Name of Offeror or Contractor: VT HALTER MARINE, INC

ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
0036AA	<p>SECTION B - SUPPLIES OR SERVICES AND PRICES/COSTS</p> <p><u>CDRL</u></p> <p>NOUN: LSV - CONTRACT DATA REQ. LIST PRON: A106H421EH PRON AMD: 04 ACRN: AB AMS CD: 53553462177</p> <p>Contract Data Requiremnts Lists (CDRL) as described in Section C and set forth in Section J on the CDRL DD Form 1423 hereinafter referred to as Exhibits A thru J.</p> <p>For information purposes offerors shall fill in the information below:</p> <p>CDRL Data CONTRACT Item No. ELIN No. CDRL TITLE</p> <p>SAF-001 C001 Safety Assessment Report (SAR) \$ <u>NSP</u></p> <p>HAZ-001 C002 Hazardous Materials Management Report \$ <u>23,925.84</u></p> <p>PLN-001 C003 Commercial Drawings and Associated Lists, Drawings \$ <u>NSP</u></p> <p>PKG-001 C004 Special Packaging Instructions \$ <u>62,446.44</u></p> <p>PKG-002 C005 Packaging Related LMI Data Products \$ <u>15,073.28</u></p> <p>PKG-003 C006 Container Design Retrieval System, Search Request \$ <u>15,073.28</u></p> <p>PKG-004 C007 Container Design Retrieval System, Data Input \$ <u>15,073.28</u></p>	1	EA		\$ <u>388,410.00</u>

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Name of Offeror or Contractor: VT HALTER MARINE, INC

ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
	TNG-001 C033 Instructor Lesson Guide \$20,097.70				
	TNG-002 C034 Student Lesson Guide \$20,097.70				
	TNG-003 C035 Media Training Package \$40,195.41				
	TNG-004 C036 Instructor Lesson Guide (UM/DS) \$20,097.70				
	TNG-005 C037 Student Lesson Guide (UM/DS) \$20,097.70				
	TNG-006 C038 Presentation Material, Media Training Package (UM/DS) \$40,195.41				
	TNG-007 C039 Presentation Material, VHS Video Tape \$40,195.41				
	TNG-008 C040 Desk Top Models \$1,196.29				
	TNG-009 C041 Net Support Package (NETSP) \$1,196.29				
	TNG-010 C042 Course Completion Documents \$1,196.29				
	TE-001 E001 TEST PLAN \$ NSP				
	TE-008 E002 TEST PROCEDURE \$ NSP				
	TE-003 E003 TEST/INSPECTION REPORT \$ NSP				

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ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
	<div>TE-004E004SHIP TRIAL/TRIAL AGENDA</div> <div>\$ NSP</div> <div>(End of narrative B003)</div> <div>Inspection and Acceptance</div> <div>INSPECTION: OriginACCEPTANCE: Origin</div> <div>Deliveries or Performance</div> <div>DLVR SCHPERF COMPL</div> <div>REL CDQUANTITYDATE</div> <div>0011UNDEFINITIZED</div> <div>\$388,410.00</div>				

<p style="text-align: center;">CONTINUATION SHEET</p>	<p style="text-align: center;">Reference No. of Document Being Continued</p> <p style="text-align: center;">PIIN/SIIN DAAE07-01-C-T018 MOD/AMD P00007</p>	<p style="text-align: right;">Page 7 of 10</p>
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SECTION C - DESCRIPTION/SPECIFICATIONS/WORK STATEMENT

- C.5.9 LOGISTICS MANAGEMENT INFORMATION (LMI) FOR PROVISIONING
 - C.5.9.1 The LMI required for provisioning shall be provided as Government Furnished Information to the contractor.
 - C.5.9.2 RESERVED
 - C.5.9.3 The Government shall complete the tasks indentified below.
 - C.5.9.4 MAINTENANCE ALLOCATION CHART (MAC) shall be provided as Government Furnished Information (GFI).
 - C.5.9.5 SHORT FORM PROVISIONING PARTS LIST (SFPPL)shall be provided as GFI.
 - C.5.9.6 DESIGN CHANGE NOTICE (DCN) shall be provided as GFI.
 - C.5.9.7 INTERIM SUPPORT ITEMS LIST (ISIL) shall be provided as GFI and procured by the contractor under CLIN 0013AA for LSV-7 and CLIN 0020AA for LSV-8.
 - C.5.9.8 PROVISIONING AND OTHER PREPROCUREMENT SCREENING DATA shall be provided as GFI.
 - C.5.9.9 ENGINEERING DATA FOR PROVISIONING (EDFP) shall be provided as GFI.
 - C.5.9.10 BASIC ISSUE ITEMS LIST (BIIL) shall be provided be as GFI and procured by the contractor under CLIN 0011AA for LSV-7 and under CLIN 0020AA for LSV-8.
 - C.5.9.11 COMPONENT OF END ITEM LIST (COEI) shall be provided as GFI and procured by the contractor for LSV-7 and LSV-8.
 - C.5.9.12 ON-BOARD SPARES LIST (OBSL) shall be shall be provided as GFI and procured by the contractor for LSV-7 under CLIN 0012AA and LSV-8 under CLIN 0020AA.
 - C.5.9.13 EXPENDABLE AND DURABLE ITEMS LIST (EDIL)_shall be provided as GFI and procured by the contractor for LSV-7 and LSV-8.
 - C.5.9.14 LONG LEAD-TIME ITEMS (LLTI) LIST shall be provided as GFI znc procured by the contractor for LSV-7 and LSV-8.
 - C.5.9.15 RESERVED
 - C.5.9.16 RESERVED
 - C.5.9.17 SHORT FORM PROVISIONING PARTS LIST (SFPPL) Changes Only shall be provided as GFI.
- C.5.10 TECHNICAL PUBLICATIONS
 - C.5.10.1 Operator Manual shall be provided as GFI.
 - C.5.10.2 Unit, DS and GS maintenance manual shall be provided as GFI.
 - C.5.10.3 Repair Parts Special Tools List (RPSTL) shall be provided as GFI.
 - C.5.10.4 Commercial Off the Shelf (COTS) manual shall be provided as GFI.
 - C.5.10.5 Operator Manual (Changes Only) shall be provided as GFI.
 - C.5.10.6 Unit, DS and GS maintenance manual (Changes Only) shall be provided as GFI.
 - C.5.10.7 Repair Parts Special Tools List (RPSTL) (Changes Only)shall be provided as GFI.
 - C.5.10.8 Commercial Off the Shelf (COTS>manual(Changes Only)shall be provided as GFI.
 - C.5.10.9 COMMERCIAL VENDOR MANUALS
The contractor shall provide the original copy of all commercial vendor manuals which were provided to the contractor with the acquisition of the associated parts, systems or components of the LSV.
- C.5.11 TEST, MEASUREMENT AND DIAGNOSTIC EQUIPMENT (TMDE) shall be provided as GFI.
- C.5.12 LOGISTICS DEMONSTRATION (LD):
 - C.5.12.1 The Contractor, and the Government logisitics contractor shall conduct a joint Logistics Demonstration (LD) immediately following the Technical Manual Validation/Verification. The government participants will be soldiers (qualified crewmen) as well as civilians, to be identified prior to the scheduled LD. The demonstration will consist of nondestructive disassembly and assembly highlighting those systems critical to the maintenance philosophy criteria.

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a) The objectives of the LD are:

(1) Review and analyze the systems design and identify proposed design improvements to improve maintainability (time or ease to perform maintenance), reduce the need for special tools, improve safety while operating or maintaining the system and create the most cost effective logistics support package. Special emphasis will be placed on reducing time to perform scheduled maintenance. The LD team will document these recommendations in an approved IPT format. The Contractor engineering staff shall review each recommendation and provide a response and recommendation at the next scheduled system IPT after the completion of LD.

(2) Record and validate critical logistics data related to the performance of operations, services and maintenance tasks performed as part of the LD

b) The LD will include performance of all operational tasks required by the system. It will also include multiple performance of all scheduled maintenance tasks, and include the performance of not less than 25% to 35% of the non-scheduled maintenance tasks. The LD will verify the following:

- Evaluation of Commercial Parts Availability and Responsiveness
- Logistics Management Information (LMI)
- Maintainability to include ease of maintenance features
- Accuracy and completeness of equipment publications
- Compatibility of TMDE
- Maintenance Allocation Chart
- Repair parts/special tools list
- Safety of maintenance procedures
- Achievement of HFE goals
- Fault diagnosis procedures and testability
- Design conformance to supportability requirements
- Adequacy of new equipment training plans

C.5.12.2 The Contractor shall provide the following in support of LD:

- (1) Skilled operators and mechanics to perform the operations, services and Maintenance tasks during the LD.
- (2) Facilities, i.e. office space, an operations site, shop area equipped with lifting apparatus and all the tools and diagnostic Equipment
- (3) The Logistics Demonstration Plan shall be provided as GFI.
- (4) The Logistics Demonstration Report shall be provided as GFI.

C.5.12.3 SYSTEM SUPPORT PACKAGE COMPONENTS LIST shall be provided as GFI.

C.5.12.4 LSV SYSTEM REFURBISHMENT: Immediately following PVT and Log Demo (LD) the Contractor shall refurbish the LSV. The LSV be inspected, all deficiencies corrected, and all material changes incorporated to bring the LSV up to the latest configuration.

*** END OF NARRATIVE C 003 ***

SECTION G - CONTRACT ADMINISTRATION DATA

LINE	PRON/ AMS CD/ ITEM MIPR	OBLG STAT/ ACRN JOB ORD NO	PRIOR AMOUNT	INCREASE/DECREASE AMOUNT	CUMULATIVE AMOUNT
0036AA	A106H421EH 53553462177 A1005177EHEH	AB 2 0ZWG01	\$ 1,231,224.00	\$ -842,814.00	\$ 388,410.00
NET CHANGE				\$ -842,814.00	

SERVICE NAME	NET CHANGE BY ACRN	ACCOUNTING CLASSIFICATION	ACCOUNTING STATION	INCREASE/DECREASE AMOUNT
Army	AB	21 02035000006D6D10P53553425FB S20113	W56HZV	\$ -842,814.00
NET CHANGE				\$ -842,814.00

PRIOR AMOUNT OF AWARD	INCREASE/DECREASE AMOUNT	CUMULATIVE OBLIG AMT
NET CHANGE FOR AWARD: \$ 52,617,025.00	\$ -842,814.00	\$ 51,774,211.00

SECTION J - LIST OF ATTACHMENTS

List of			Number
Addenda	Title	Date	of Pages
Attachment 001	PURCHASE DESCRIPTION	01-Jul-00	064
Attachment 002	SECTION C ATTACHMENTS	10-Aug-00	005 (Deleted)
Attachment 003	LMI DATA PRODUCTS WORK SHEET		004 (Deleted)
Attachment 004	GLOSSARY OF ACRONYMS & TERMS	25-AUG-00	006
Attachment 005	ACCEPTANCE APPENDIX	30 APR 01	001
EXHIBIT A	SAFETY CDRL(S) SAF	28-AUG-00	001
EXHIBIT B	HAZMAT CDRL(S) (HAZ)	28-AUG-00	001
EXHIBIT C	PLANS & DRAWINGS CDRL'S (PLN)	28-AUG-00	002
EXHIBIT D	PACKAGING CDRL(S) (PKG)	28-AUG-00	004
EXHIBIT E	LOGISTICS CDRL(S) (LOG)	28-AUG-00	012 (Deleted)
EXHIBIT F	PUBLICATIONS CDRL(S) (PUBS)	28-AUG-00	026 (Deleted)
EXHIBIT G	TMDE CDRL(S)	28-AUG-00	005 (Deleted)
EXHIBIT H	LOG DEMO CDRL (S)	28-AUG-00	003 (Deleted)
EXHIBIT I	TRAINING CDRL(S)	28-AUG-00	028
EXHIBIT J	TEST/EVAL CDRL(S)	28-AUG-00	004
EXHIBIT K	LIST OF ECPS/NECPS/VECPS AND DEVIATIONS	26-SEP-00	002

*** END OF NARRATIVE J 005 ***